

~~NO DISSEM APPROVED~~

~~NOFORN~~

20 October 1959
Control No. 164/95

MEMORANDUM FOR: Department of Commerce DCP Representative

ATTENTION : Mr. H.H. Kendrick

FROM : CIA DCP Representative

SUBJECT : Clearance of Information on Kaopuine Diversions

CLEARANCE

1. Permission has been granted to transmit the information in the attached report to the Department of Commerce for ~~RECORDED USE ONLY~~ ~~CLASSIFIED CONFIDENTIAL/NOFORN/NO DISSEM APPROVED~~. This is an advance copy of the report which should reach you through regular channels. No attempt has been made to obtain additional clearance since much of this information is repetitive of data known to have been uncovered in SEC's investigation of the subject transaction.

2. It is requested that where CIA sources descriptions or numbers are known, no mention of these be made in any further dissemination of this material. Please advise this Agency of the use made of the information contained in this report.

COMPLIMENT

3. While somewhat vague in its reference to "a side arrangement with the stevedores", the report implies some irregularity on the part of Globe Shipping Co. The report also indicates knowledge by the Payent-Lemard intermediary of the unusual routing prior to the departure of the Silver Flame. Whether his suspicions were communicated to Lemard in time and, if so, whether Lemard still retained title to the goods at the time of his disclosure are not known at this time.

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[REDACTED]

Distribution:

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1 - Section

1 - Clearance

1 - [REDACTED]

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1 - DCP Chairman

RR/S/TD/ [REDACTED] :bmr/8428 (20 Oct 59)

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